



MARYLAND  
CATHOLIC  
CONFERENCE

February 08, 2023

**SB 317**

**Income Tax - Credit for Energy Efficiency Upgrades - Passive Houses**

**Senate Budget & Taxation Committee**

**Position: Favorable**

The Catholic Conference is the public policy representative of the three (arch)dioceses serving Maryland, which together encompass over one million Marylanders. Statewide, their parishes, schools, hospitals, and numerous charities combine to form our state's second largest social service provider network, behind only our state government.

Senate Bill 317 creates a nonrefundable State income tax credit for the eligible costs incurred for an energy efficiency upgrade to a specified residential building that uses components certified by the Passive House Institute and brings the building into compliance with criteria established by the institute. The owner of a single-family residence or a multifamily rental property can claim a tax credit equal to 10% of the total eligible costs incurred during the tax year, not to exceed \$2,000.

*In his encyclical, *On Care for Our Common Home (Laudato Si')*, Pope Francis tells us, "Whenever these questions are raised, some react by accusing others of irrationally attempting to stand in the way of progress and human development. But we need to grow in the conviction that a decrease in the pace of production and consumption can at times give rise to another form of progress and development. Efforts to promote a sustainable use of natural resources are not a waste of money, but rather an investment capable of providing other economic benefits in the medium term...We know how unsustainable the behavior of those who constantly consume and destroy, while others are not yet able to live in a way worthy of their human dignity".*

Senate Bill 317 aims to address the much-needed reforms to energy consumption policies and standards to be set to sustain and achieve a healthy global ecosystem. We encourage discussion around the components and goals outlined in this legislation and hope they are a catalyst for meaningful ecological policy reform.

The Conference appreciates your consideration and, for these reasons, respectfully requests a **favorable** report on Senate Bill 317.